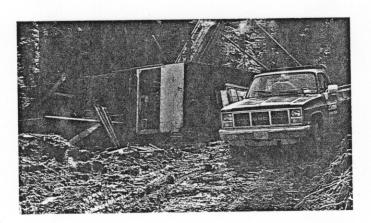
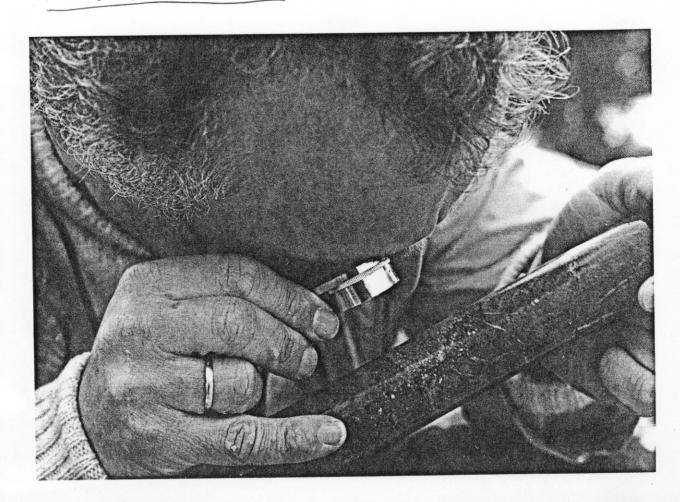


Takla is located in North-Central British Columbia, approximately 110 miles northwest of Smithers and is accessible by road. Cathedral drilled 23 holes measuring 19,823 ft. on this 100% owned property in the period July through October 1987. Three gold bearing zones have been delineated and geological reserves of 150,720 ounces of gold contained within 471,000 tons grading 0.32 opt have been identified.



The Takla property was discovered by the Imperial Metals Corporation Group following a successful regional exploration program in 1984. A total of 26,582 ft. in 41 holes have since been drilled:





JOINT NEWS RELEASE

Cathedral Gold Corporation Takla Gold Mines Ltd. Reymont Gold Mines Ltd.

Trading Symbol : CAT-T Trading Symbol : TAK-Z Trading Symbol : RMT-Z

ENCOURAGING RESULTS FROM DRILLING ON TAKLA RAINBOW PROPERTY

Vancouver, British Columbia, August 16, 1988 -- Operator Cathedral Gold Corporation has reported encouraging assay results from five diamond drill holes on the Takla Rainbow property near Smithers, B.C.

Takla Gold Mines Ltd. and Reymont Gold Mines Ltd. collectively have the right to earn a 49 per cent working interest in the gold prospect, owned by Cathedral Gold Corporation. More than 9,000 feet of diamond drilling in 17 holes has been completed as part of an ongoing \$1 million exploration program on the property.

Assay results released today are as follows:

<u>Hole</u>	From To (feet)		Core Length (feet)	Assay (oz./gold/ton)
38	719.8	721.9	2.1	0.382
39	128.9	131.3	2.4	0.088
40	70.5	73.9	3.4	0.282
	92.8	97.8	5.0	0.894
	217.3	224.0	6.7	0.149
	423.8	433.6	9.6	0.041
41	150.8	157.4	6.6	0.040
42	205.8	208.7	2.9	0.044
	38 39 40	38 719.8 39 128.9 40 70.5 92.8 217.3 423.8 41 150.8	(feet) 38 719.8 721.9 39 128.9 131.3 40 70.5 73.9 92.8 97.8 217.3 224.0 423.8 433.6 41 150.8 157.4	(feet) (feet) 38 719.8 721.9 2.1 39 128.9 131.3 2.4 40 70.5 73.9 3.4 92.8 97.8 5.0 217.3 224.0 6.7 423.8 433.6 9.6 41 150.8 157.4 6.6

Vancouver-based Takla and Reymont are precious metals exploration companies with properties in British Columbia, Ontario and Quebec.

Cathedral is a gold producer, with production from 52 per cent owned Sterling Mine in Nevada. Cathedral's other key properties include 100 per cent owned Porcher Island and Takla Rainbow.

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